

CENTRAL LIQUIDITY FACILITY (CLF)



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS May 31, 2022

ANTHONY
CAPPETTA

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ANTHONY CAPPETTA
CLF PRESIDENT

**NATIONAL CREDIT UNION ADMINISTRATION
CENTRAL LIQUIDITY FACILITY**

MANAGEMENT OVERVIEW

May 31, 2022

Balance Sheet

Assets: Interest receivable consists of investments in U.S. Treasury securities. Accounts receivable includes 2022 annual stock adjustments for CLF members.

Current Liabilities: Dividend & Interest expenses for the month were \$787 thousand in May 2022.

Other Liabilities include 2022 annual stock adjustments for CLF members and other related activity.

Capital Stock includes \$405 million from corporate credit unions that joined the CLF as Agent Members.

Retained Earnings include year to date net income of \$1,581 thousand.

Statements of Revenues, Expenses, and Changes in Fund Balance

Investment Income: Investment earnings for the month totaled \$1,175 thousand or current month's average yield of 1.12%. This is higher than prior month's average yield of 0.95%.

Expense: Operating expenses for the month were \$84 thousand.

Net Income: Net income before dividends was \$1,091 thousand for the month which is higher than last month.

Borrowing Authority, Investment Activity, Membership and Loans

CLF's Borrowing Authority were as follows:

(Dollars in billions)	<u>May 31, 2022</u>	<u>May 31, 2021</u>
Under Statutory Borrowing Authority		
12 times Capital Stock and Surplus	\$29.7B	\$27.3B
During CARES Act Period*		
16 times Capital Stock and Surplus	N/A	\$36.4B

*The Coronavirus Aid, Relief, and Economic Security Act ("CARES Act") spans from the date it was signed into law on March 27, 2020 and the Consolidated Appropriations Act (CAA) extends the ending date through December 31, 2021.

Investment Purchases: \$168,000,000.

Maturities of Treasury Notes: \$5,000,000.

Outstanding Investments (Treasury securities listed at carrying amount): U.S. Treasury Notes \$1,241,525,266 and U.S. Treasury Cash \$16,973,192.

Regular Membership: 346. Agent Membership: 10.

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY
BALANCE SHEETS
As of **May 31, 2022** and **May 31, 2021**
(Dollars in thousands)

	May 2022	May 2021
ASSETS		
Cash and Cash Equivalents	\$ 16,973	\$ 370,249
Investments, Net U.S. Treasury Securities	1,241,525	788,918
Accounts Receivable	514	1,369
Accrued Interest Receivable - Investments	1,534	818
TOTAL ASSETS	\$ 1,260,546	\$ 1,161,353
LIABILITIES		
Accounts Payable	\$ 294	\$ 169
Dividends & Interest Payable	1,186	275
Regular Member Deposits - Liquidity Reserve	1,564	2,164
Other Liabilities	706	1,461
TOTAL LIABILITIES	3,750	4,069
MEMBERS' EQUITY		
Capital Stock Regular Members	811,108	702,392
Capital Stock Agent Members	404,718	416,565
Retained Earnings Prior Year	39,389	37,414
Retained Earnings Current Year	1,581	912
TOTAL MEMBERS' EQUITY	1,256,796	1,157,284
TOTAL LIABILITIES AND EQUITY	\$ 1,260,546	\$ 1,161,353

The balances in the statement above are preliminary and unaudited

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY
STATEMENTS OF OPERATIONS
For the Periods Ended May 31, 2022 and May 31, 2021
(Dollars in thousands)

	<u>May 2022</u>	<u>Year-to-Date May 2022</u>	<u>Year-to-Date May 2021</u>
REVENUES			
Investment Income	\$ 1,175	\$ 3,747	\$ 1,958
Other Income	-	-	-
Total Revenues	<u>1,175</u>	<u>3,747</u>	<u>1,958</u>
EXPENSES			
Employee wages and benefits, net	70	358	299
Rent, communications, and utilities	2	9	10
Other	12	69	78
Total Operating Expenses	<u>84</u>	<u>436</u>	<u>387</u>
NET INCOME BEFORE DIVIDENDS & INTERESTS	<u>1,091</u>	<u>3,311</u>	<u>1,571</u>
Dividends & Interests	<u>787</u>	<u>1,730</u>	<u>658</u>
NET INCOME	<u>\$ 304</u>	<u>\$ 1,581</u>	<u>\$ 912</u>

The balances in the statement above are preliminary and unaudited

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

DIVIDENDS, RATIOS AND SHARES OUTSTANDING

DIVIDEND RATES:	2022	2021	2020
Dividend Rate First Quarter	0.20%	0.15%	0.75%
Dividend Rate Second Quarter		0.15%	0.50%
Dividend Rate Third Quarter		0.15%	0.25%
Dividend Rate Fourth Quarter		0.15%	0.15%

SELECTED RATIOS:	5/31/2022	5/31/2021
Stock & Retained Earnings/Total Assets	99.70%	99.65%
Loans/Total Assets	0.00%	0.00%
Loans/Stock & Retained Earnings	0.00%	0.00%
Total Liabilities/Stock & Retained Earnings	0.30%	0.35%

	5/31/2022	5/31/2022	5/31/2021
	Month	YTD	YTD
Total Operating Expenses/Total Revenue	7.14%	11.63%	19.80%
Net Income(before Divds)/Total Revenue	92.86%	88.37%	80.20%
Loan/Total Revenue	0.00%	0.00%	0.00%

CAPITAL STOCK:

Required (\$50 par value; authorized: 48,633,036 shares; issued and outstanding: 24,316,518 shares)